

Add the following new claims.

3. The method of claim 1, wherein:

- (a) said video is MPEG encoded; and
- (b) said predicted frames are P frames.

4. The method of claim 1, wherein:

*A2*

- (a) said first macroblock has high frequency component energy less than a threshold and said second macroblock has high frequency component energy greater than said threshold.

5. The method of claim 2, wherein:

- (a) said decoding of said second macroblock includes upsampling of a stored reference macroblock.

#### REMARKS

Claims 1-5 are pending in the application; the claims 1-2 have been amended. Reexamination and reconsideration are hereby requested.

Claims 1-2 were rejected as anticipated by Puri. The amendments point out that the claimed alternative decodings of a macroblock may both be used within a single P frame. Puri has no such suggestion.

Enclosed copies of Figs.30b-30c and 32a-32d show proposed changes in red.

Respectfully submitted,



Carlton H. Hoel

Reg. No. 29,934

Texas Instruments Incorporated

PO Box 655474, M/S 3999

Dallas, Texas 75265

(972) 917-4365